



9 April 2020

Mr T Pillay
National Treasury
MFMA Implementation
Private Bag X115
PRETORIA
0001

Dear Sir

INFORMATION STATEMENT REGARDING RAISING OF EXTERNAL LOANS

This letter serves to inform National Treasury of Saldanha Bay Municipality's intention to raise external Borrowings with the Development Bank of Southern Africa (DBSA).

In terms of the Municipality's Adjustment Budget as approved on 30 January 2020, the Capital Budget makes provision for the projects below to be funded from long-term debt:

Project	Funding
Main Roads Streetlight Upgrade	R 2 000 000
Complete 185 Mm Ring Network Vdb South	R 500 000
Ring Networks Mv	R 750 000
New Farmers 1 Feeder Line 11Kv Vdb Extension	R 500 000
Upgrade of Feeder in Hopefield Mv/v	R 500 000
Upgrade of Witteklip Feeder J/Bay	R 600 000
500 Kva Mini Substation	R 580 000
315 Kva Mini Substation	R 600 000
630 Kva Mini Substation	R 600 000
Construction of roads: Middelpoos (Dolriet and Perel)	R 1 500 000
Upgrading of sewer network Daizville	R 1 150 000
Upgrading of sewer network Middelpoos	R 900 000
Upgrade Vdg Sewerage Works	R 2 500 000
Upgrade Lbn Sewerage Works	R10 000 000
Bulk Supply Network Improvement	R 999 996
Paternoster Water Pipeline	R10 500 000
Paternoster Water Reservoir 3 MI	R 5 000 000
Total	R 39 179 996

The following projects were rolled over to the 2020/21 financial year:

Project	Funding
Main Roads Streetlight Upgrade	R 2 000 000
Upgrade of Feeder in Hopefield Mvuv	R 500 000
Upgrade of Witteklip Feeder J/Bay	R 600 000
Upgrading of sewer network Daizville	R 1 150 000
Upgrading of sewer network Middelpas	R 800 000
Total	R 6 049 996

The following projects were rolled over from the 2018/19 financial year:

Project	Funding
Develop of New Vb Landfill Site	R 133 505
Upgrade Langebaan Phase 7	R 2 302 477
Upgrade Vbg Sewerage Works Phase 2	R 282 251
Total	R 2 718 233

The anticipated term of the loan is 10 years and will be repaid on half yearly instalments starting 30 June 2020. No security will be provided on this loan.

Attached is the signed certification of the Long-Term Borrowing (Debt) Proposal Checklist as required.

In terms of section 46(3)(a)(ii) of the MFMA, your comments are herewith invited.

Yours faithfully



Accounting Officer